GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:3383
ANSWERED ON:21.12.2004
WORLD BANK ASSISTANCE FOR REFORMS IN POWER SECTOR
Oram Shri Jual

Will the Minister of POWER be pleased to state:

(a) the details of grants/aid given by World Bank to various States to implement reform measures in the power sector;

(b) the reform measures implemented by these States; and

(c) the details of assistance extended to each State by the Union Government for the purpose?

Answer

THE MINISTER OF POWER (SHRI P.M. SAYEED)

(a) : Financial assistance provided by the World Bank to various States for implementing power reforms is given is as under:

(Amount in US$ in million)

Sl.No.	Name of the States	Loan Amount	Utilization till 31.10.2004
1.	Andhra Pradesh	210.00	169.84
2.	Haryana	60.00	47.21
3.	Orissa	237.67	231.73
4.	Rajasthan	180.00	99.77
5.	Uttar Pradesh	150.00	140.45

This assistance was passed to the States by the Central Government as additional Central Assistance (30% as grant and 70% as loan).

(b) : Andhra Pradesh had reorganized their State Electricity Board (SEB) in 1999 by setting up of Andhra Pradesh Generation Corporation and Andhra Pradesh Transmission Corporation and four distribution companies subsequently. The State has constituted Electricity Regulatory Commission in July, 1999. Government of India has given Rs.265.11 crores to the State as incentive for reducing losses.

Haryana has corporatised its SEB in August, 1999 by constituting Haryana Power Generation Corporation Ltd., Haryana Vidyut Prasaran Nigam Ltd., Dakshin Haryana Bijlee Vitran Nigam Ltd. and Uttar Haryana Bijlee Vitran Nigam Ltd. The State Electricity Regulatory Commission has been set up in August, 1998. Government of India has given Rs.105.49 crores to the State as incentive for reducing losses.

Orissa is the first State to launch reforms. State Electricity Board was unbundled in April, 1996 by incorporating Orissa Hydel Development Corporation, Grid Corporation of Orissa and four distribution companies i.e., Central Electricity Supply Company of Orissa Ltd., Western Electricity Supply Company of Orissa Ltd, Southern Electricity Supply Company of Orissa Ltd. & North Eastern Electricity Supply Company of Orissa Ltd. Orissa Power Generation Company was already in existence. Distribution has been privatized in the State in the year 1999. The State Electricity Regulatory Commission was set up in May, 1996. After initial problems, there has been a financial turn around in 2003-04.

State Electricity Board was unbundled in Rajasthan in July, 2000. The State Government has constituted Rajasthan Rajya Vidyut Utpadan Nigam Ltd., Rajasthan Rajya Vidyut Prasaran Nigam Ltd., Jaipur Vidyut Vitran Nigam Ltd, Jodhpur Vidyut Vitran Nigam Ltd., Ajmer Vidyut Vitran Nigam Ltd. The State Electricity Regulatory Commission was set up in December, 1999. Government of India has given Rs.137.71 crores to the State as incentive for reducing losses.

State Electricity Board was unbundled in Uttar Pradesh in January, 2000. Successor entities were incorporated by the name of Uttar Pradesh Power Corporation Ltd.(UPPCL), Uttar Pradesh Rajya Vidyut Utapadan Nigam Ltd, Uttar Pradesh Jal Vidyut Nigam Ltd. Subsequently, UPPCL has been splitted into four distribution companies. The State Electricity Regulatory Commission was set up in September, 1999. Power policy of the Government of Uttar Pradesh envisages privatisation of the distribution business on priority basis.

(c) : The Government is implementing Accelerated Power Development and Reforms Programme (APDRP) under which funds are provided to the State Electricity Boards (SEBs)/Utilities for upgradation and strengthening of the Sub-Transmission & Distribution system in the country with a view to reduce the aggregate technical & commercial losses, and improving the commercial viability of State Electricity Boards. Under this scheme, States are also given grants as incentive for reducing losses. Assistance under investment component provided by Government of India upto 31.10.2004 to these States under APDRP scheme is as under:-

(Amount in Rs. Crores)

Sl.No.	Name of the States	Investment(Amount Released)
1.	Andhra Pradesh	566.76
2.	Haryana	168.99
3.	Orissa	54.35
4.	Rajasthan	345.34
5.	Uttar Pradesh	80.12